

UNIT 1 & 2 VOCABULARY

1. Trade
2. Voluntarily
3. Gain
4. Positives incentives
5. Negative incentives
6. Interdependency
7. Intended consequences
8. Unintended consequences
9. Scarcity
10. Resources
11. Choices
12. Cost
13. Self-organizing
14. Spontaneous order
15. Ideas
16. Knowledge
17. Values
- EF – 1**
18. Allocate
19. Entrepreneur
20. Goods
21. Human capital
22. Opportunity cost
23. Physical capital
24. Resources
25. Scarce
26. Trade-off
27. Factors of Production

28. Want
29. Need
- EF – 2**
30. Cost-benefit analysis
31. Economic Growth
32. Efficient
33. Marginal
34. Marginal benefit
35. Marginal cost
36. Production Possibilities frontier
(PPF) or (PPC)
37. Rational decision
38. Technology
- EF – 6**
39. Capital investment
40. Input
41. Interest
42. Output
43. Productivity
- PF – 1**
44. Interest
45. Investments
46. Rational decision making model
47. Savings